**BILL ANALYSIS**

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| Senate Research Center | H.B. 1993 |
|  | By: Holland et al. (Hughes) |
|  | Business & Commerce |
|  | 5/19/2021 |
|  | Engrossed |

**AUTHOR'S / SPONSOR'S STATEMENT OF INTENT**

Corrugated Stainless Steel Tubing (CSST) is one of several products on the market used to deliver natural gas and propane. First introduced in the 1990s, the product is widely used in residential, commercial, and industrial buildings. Many builders choose it because it is flexible and requires an average of 75 percent less fittings than traditional iron pipe, making it easier to connect appliances.

CSST can be dangerous if not properly installed and exposed to high levels of electricity, such as a lightning strike or electrical arcing, or punctures. Such an event can lead to the release of gas, which combined with the electrical charge, can result in deadly house fires if the installation is not correctly bonded and grounded.

H.B. 1993 would add CSST disclosures to the home seller's list of disclosures. The seller must note whether the house was built with black iron pipe, CSST, or copper. This puts buyers on notice and allows buyers to consider the effect such material may have and any risks associated with them. H.B. 1993 also adds transparency in the disclosure as to whether the property lies within a special district, and if so, what the ad valorem taxes or assessments are.

H.B. 1993 amends current law relating to certain seller's disclosures for the sale of residential real property.

**RULEMAKING AUTHORITY**

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

**SECTION BY SECTION ANALYSIS**

SECTION 1. Amends Section 5.008(b), Property Code, as follows:

(b) Requires that the notice of the seller's disclosure of property condition to be executed and, at a minimum, to read substantially similar to certain text. Sets forth the required language of the notice.

SECTION 2. Makes application of this Act prospective.

SECTION 3. Effective date: September 1, 2021.